# GOVERNMENT OF INDIA
# COMMERCE AND INDUSTRY
# LOK SABHA

UNSTARRED QUESTION NO:3194
ANSWERED ON:22.03.2002
IMPEDIMENTS TO FDI
ANANDRAO ADSUL;GUNIPATI RAMAIAH

**Will the Minister of COMMERCE AND INDUSTRY be pleased to state:**

(a) whether foreign and domestic business are hampering in India for want to remedial platform of arbitration;

(b) whether any study was conducted by the FICCI recently to identify the impediments to Foreign Direct Investment (FDI) in the country;

(c) if so, the details thereof;

(d) whether FICCI has suggested in its study report that the conflict between Centre and the States on implementation, legal and problem solving issues there are a bottleneck for FDI, alongwith the other suggestions; and

(e) if so, the action taken by the Government on the basis of recommendations of FICCI?

## Answer

THE MINISTER OF STATE IN THE MINISTER OF COMMERCE AND INDUSTRY (DR. RAMAN SINGH)

(a) : No, Sir.

(b) & (c) : Yes, Sir. FICCI study is part of the studies commissioned by the Government to identity regulatory barriers in the implementation and operation of both private and public investment projects.

(d): FICCI in its report has stated that while central level FIPB clearances have been successfully streamlined, there is often a conflict between the Centre and the States on implementation issues, legal issues and problem solving issues.

(e) : Foreign Investment Implementation Authority (FIIA) facilitates FDI approvals into implementation by organising meetings at regular intervals, wherein specific difficulties encountered by foreign investors in the implementation of their projects are taken up for resolution in consultation with concerned Ministries/State Governments.